



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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Governor
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June 5, 1997

CERTIFIED RETURN RECEIPT
P 074 976 579

Earl E. Hoellen, President
International Uranium (USA) Corporation
Independence Plaza, Suite 950
1050 Seventeenth Street
Denver, Colorado 80265

Re: Formal Approval of Transfer and Form and Amount of Reclamation Surety and Transfer,
International Uranium (USA) Corporation ("IUC"), Pandora Mine, M/037/012; Hecla Shaft
Mine, M/037/043; and Redd Block IV Mine, M/037/046, San Juan County, Utah

Dear Mr. Hoellen:

On May 28, 1997, the Board of Oil, Gas and Mining formally approved the form and amount of reclamation surety for IUC's Pandora Mine, Hecla Shaft Mine, and Redd Bock IV Mine. The reclamation sureties are in the form of surety bonds issued by National Union Fire Insurance Company of Pittsburgh, PA. The mines and their corresponding surety information is listed below.

<u>Mine Name</u>	<u>File Number</u>	<u>Surety Amount</u>	<u>Bond Number</u>
Pandora	M/037/012	\$ 80,000	16-67-27
Hecla Shaft	M/037/043	\$177,500	16-67-26
Redd Block IV	M/037/046	\$ 7,600	16-67-28

The Division hereby grants final approval of these reclamation sureties and permit transfers. Enclosed please find copies of the fully signed and executed Reclamation Contracts and surety bond forms for your files.

We are returning the following originals of the old Reclamation Contracts and surety bonds with the effective date of July 27, 1994, for your disposal:

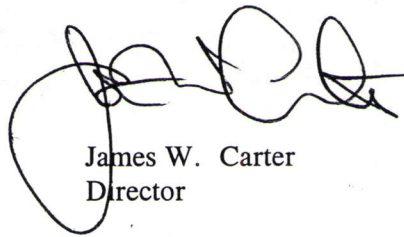
Pandora Mine	M/037/012	\$71,700	13-62-51
Hecla Shaft	M/037/043	\$159,000	13-62-53
Redd Block IV	M/037/046	\$6,800	13-62-52

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This approval allows the Division to officially transfer the mining permits for the Pandora, Hecla Shaft and Redd Block IV from Energy Fuels Nuclear, Inc. to International Uranium (USA) Corporation. IUC is now the operator of record for this mine. Copies of the fully signed and executed transfer forms are also enclosed for your files.

Thank you for your cooperation in finalizing these permitting actions. Please call Tony Gallegos at (801) 538-5267 if you have any questions regarding these matters.

Sincerely,

A handwritten signature in black ink, appearing to read 'James W. Carter', with a large, stylized loop at the end.

James W. Carter
Director

jb

Enclosures: (3) old MR-RC w/surety bonds dated 7/27/94
(3) new MR-RC w/surety bonds date 6/5/97
(3) MR-TRL dated 6/5/97

cc: Michelle Rehmann, IUC
Mark Sommer, Manti-LaSal National Forest, Monticello RD w/MR-RC & Surety
Sal Venticinque, BLM, Grand RA w/MR-RC & Surety

IUC.bnd